

**INFORMATION SYSTEM EFFECTIVENESS IN PROJECT
MANAGEMENT: A STUDY OF PROJECT MONITORING
SYSTEM II AT THE MINISTRY OF AGRICULTURE
AND AGRO-BASED INDUSTRY.**

By

CHE WAN MUHAMMED SALLEH BIN WAN ADNAN

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Graduate School of Business

Universiti Utara Malaysia

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MONITORING SYSTEM II AT THE MINISTRY OF AGRICULTURE AND AGRO-BASED INDUSTRY**

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ABSTRACT

In the context of public sector project management and monitoring in Malaysia, Project Monitoring System II (PMS II) is the primary Project Management Information System (PMIS) which is currently being used by all the ministries, departments and government agencies. Previous studies have suggested that the use of PMIS was considered to be advantageous towards successful project execution. Using the antecedents of system success as proposed by DeLone and McLean in the Updated Information System Success Model (ISSM), i.e. system quality, information quality and service quality, this study attempts to provide insight into the impacts of PMS II towards successful execution of public projects and ascertain the determinants that influence the system's effectiveness. The findings from this study showed that users at the ministry of Agriculture and Agro-Based Industry generally agreed that PMS II is an effective system to support project management and monitoring activities. The factors of system quality, information quality and service quality were found to have a significant relationship with the effectiveness of the system. Among these three factors, information quality was found to have the greatest effect of any variation in the effectiveness of PMS II.

Keywords: PMS II, system effectiveness, system quality, information quality and service quality.

ABSTRAK

Dalam konteks pengurusan dan pemantauan projek sektor awam di Malaysia, Sistem Pemantauan Projek II (SPP II) merupakan sistem maklumat pengurusan projek utama yang digunakan oleh semua kementerian, jabatan dan agensi kerajaan. Kajian-kajian lepas telah mencadangkan bahawa penggunaan sistem maklumat pengurusan projek mempunyai kesan positif keatas kejayaan pelaksanaan projek. Dengan menggunakan faktor-faktor penentu kejayaan sistem seperti yang dicadangkan oleh DeLone dan McLean dalam *Information System Success Model* (ISSM), iaitu kualiti sistem, kualiti maklumat dan kualiti perkhidmatan, kajian ini cuba memberikan pemahaman tentang kesan penggunaan SPP II keatas kejayaan pelaksanaan projek-projek awam dan juga faktor-faktor penentu yang mempengaruhi keberkesanan sistem tersebut. Hasil dapatan menunjukkan secara umumnya pengguna SPP II di Kementerian Pertanian dan Industri Asas Tani bersetuju sistem ini merupakan sistem yang berkesan dalam menyokong pengurusan dan pemantauan projek. Ketiga-tiga faktor kualiti sistem, kualiti maklumat dan kualiti perkhidmatan didapati mempunyai hubungan yang signifikan dengan keberkesanan sistem. Selanjutnya, faktor kualiti maklumat didapati sebagai faktor yang paling memberi kesan terhadap sebarang perubahan keatas keberkesanan sistem SPP II.

Katakunci: SPP II, keberkesanan sistem, kualiti sistem, kualiti maklumat dan kualiti perkhidmatan.

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LIST OF ABBREVIATIONS

DOI	:	Diffusion of Innovation
EPU, PMO	:	Economic Planning Unit, Prime Minister's Office
eGovernment	:	Electronic Government
ICT	:	Information and communication technology
ICU, PMO	:	Implementation and Coordination Unit, Prime Minister's Office
IS	:	Information System
ISSM	:	Information System Success Model
InfoQ	:	Information Quality
MoA	:	Ministry of Agriculture and Agro-Based Industry
MoF	:	Ministry of Finance
PMIS	:	Project Management Information System
PMS I	:	Project Monitoring System I
PMS II	:	Project Monitoring System II
SETIA	:	<i>Sistem Maklumat Agensi-agensi Pusat Yang Disatukan</i>
SIAP	:	<i>Sistem Penjadualan Yang Bersepadu</i>
SMBSS	:	<i>Sistem Maklumat Bersepadu SETIA/SIAP</i>
SPP II	:	<i>Sistem Pemantauan Projek II</i>
TAM	:	Technology Acceptance Model
TRA	:	Theory of Reasoned Action
UTAUT	:	Unified Theory of Acceptance and Use of Technology

SysE : System Effectiveness

SysQ : System Quality

ServQ : Service Quality

CHAPTER 1

INTRODUCTION

1.1 Background of study

The implementation process of public projects is the realization and translation of the various development policies formulated by the government. Public development projects were to be implemented by all ministries, departments and agencies with the aim to achieve the predetermined objectives of the overall policies. Successful project execution means a better chance for the policies to be realised. Therefore, the process of planning, monitoring and evaluation of projects must be carried out on a systematic and regular manner as they are important in ensuring the success of the projects (ICU PMO, 2012).

To assist the ministries, departments and agencies in project management and monitoring tasks, the government had introduced various versions of project management information system. Beginning with the highly manual Red Book (Buku Merah) until the information technology (IT) based Integrated Central Agencies Information System (*Sistem Maklumat Agensi-agensi Pusat Disatukan*-SETIA), steps had been continuously taken to ensure the effectiveness of public project management. The introduction of Project Monitoring System II (PMS II) in 2001 marked Malaysia's continued effort to utilise information, communication technology (ICT) in public sector project implementation and monitoring activities. The implementation of PMS II is

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